

MINUTES

SCHOLARSHARE INVESTMENT BOARD September 26, 2002 – 9:30 AM Teleconference

The meeting was called to order at 2:10 PM by Chair Anne Stausboll.

Present: Anne Stausboll for Philip Angelides, Chair
Jay Schenirer for Kerry Mazzoni, Office of the Secretary for Education
Sabrina Kay
Maria Elena Serna
Allison Okyle

Staff: Carrie Douglas Fong, Executive Director, ScholarShare Investment Board
Senita Robinson, Manager, ScholarShare Investment Board
Alan Emkin, Pension Consulting Alliance (PCA)
Christine Doyle, TIAA-CREF
John Middlebrook, TIAA-CREF, Tuition Finance Inc. (TFI)
Carla Raffin, TIAA-CREF, Tuition Finance Inc. (TFI)
Tom Noguerola, State Treasurer's Office Counsel

The Chair declared a quorum present.

Item #1

Update Investment Policy to Reflect Change in Institutional Growth Equity Fund's Benchmark

Mr. John Middlebrook, TFI, stated that on October 1, 2002, TIAA-CREF would change the benchmark for the TIAA-CREF Institutional Growth Mutual Fund from the Russell 3000 Growth Index to the Russell 1000 Growth Index. Mr. Middlebrook noted that the two indexes have had very similar performances.

Mr. Alan Emkin, PCA, stated that they concur with this recommendation.

Member Kay inquired as to why the change was being made. Mr. Middlebrook explained that TIAA-CREF is attempting to align the fund with a benchmark that more closely represents the management of the fund.

Chair Stausboll asked if there would be negative effects from the change. Mr. Emkin stated that in his opinion, there would be none.

Member Okyle expressed her support of this change and feels that it is inline with the ScholarShare Investment Policy.

Member Okyle moved that the Board change the benchmark from the Russell 3000 Growth Index to the Russell 1000 Growth Index in the Investment Policy. Member Serna seconded. The motion was approved unanimously.

Other Business

There being no further business before the Board, the Chair adjourned the meeting at 9:45 AM.

Respectfully submitted by,

Carrie Douglas Fong
Executive Director, ScholarShare Investment Board